The Hon, Ricardo S, Martinez 1 Noted on Motion Calendar: June 25, 2007 2 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 WESTERN DISTRICT OF WASHINGTON 9 AT SEATTLE MICROSOFT CORPORATION, a No. C07-0936RSM 10 Washington corporation, PLAINTIFF'S MOTION TO SEAL 11 Plaintiff, ORIGINAL COMPLAINT 12 V. 13 IMMERSION CORPORATION, a 14 Delaware corporation, Defendant. 15 16 17 I. INTRODUCTION AND RELIEF REQUESTED Plaintiff Microsoft Corporation ("Microsoft") filed this breach of contract 18 action on June 18, 2007. The action alleges, among other things, that defendant 19 Immersion Corporation ("immersion") failed to make certain promised payments to 20 Microsoft, following Immersion's settlement of patent litigation with Sony Computer 21 Entertainment, Inc. and Sony Computer America (collectively, "Sony"). 22 Since the original Complaint was filed, counsel for Immersion has objected 23 that certain terms contained in the original Complaint are confidential. Plaintiff 24 Microsoft has subsequently filed an Amended Complaint, which omits the 25 language to which Immersion has objected. 26 PLAINTIFF'S MOTION TO SEAL ORIGINAL COMPLAINT Riddell Williams PS 1001 FOURTH AVENUE (NO. C07-0936RSM)- 1 **SUITE 4500** 291/579815.01 SEATTLE, WA 98154-1192 206,624,3600 062507 1524/20363.00411

To satisfy Immersion's concerns, and because the strong public policy encouraging settlements and protecting the ability of private litigants to enter into confidential settlement agreements outweighs any interest in disclosing the specific settlement terms in the original Complaint, Microsoft respectfully requests that the Court order that the original Complaint be sealed. The Amended Complaint can and should remain public record.

II. FACTUAL BACKGROUND

On June 18, 2007, Microsoft filed its original Complaint in this action. In its original Complaint, Microsoft referenced in paragraph 21 certain terms of a settlement agreement between defendant Immersion and Sony (the "Immersion/Sony Settlement Agreement"). Some of those terms had apparently not been previously disclosed to the public.

On June 22, 2007, counsel for Microsoft received a letter from Immersion's counsel objecting to the original Complaint's inclusion of these particular terms. In response to Immersion's objections, Microsoft filed an Amended Complaint the next business day, on Monday June 25. The Amended Complaint is identical to the original Complaint, except that it omits the particular language from the Immersion/Sony Settlement Agreement to which Immersion objects.

III. ARGUMENT AND AUTHORITY

While there is a presumption of public access under Local Civil Rule 5(g), this presumption can be outweighed by the interests of the public and the parties in protecting documents from public view. Local Rule 5(g)(1). Courts have consistently recognized these public policy considerations in granting protective orders to prevent disclosure of information including confidential settlement agreements. See, e.g., Phillips ex rel. Estates of Byrd v. General Motors Corp., 307 F.3d 1206, 1212 (9th Cir. 2002); Kalinauskas v. Wong, 151 F.R.D. 363, 365

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(D. Nev. 1993). In this instance, the public interest favors keeping confidential particular aspects of the Sony/Immersion Settlement Agreement.

Microsoft, as the plaintiff in this case, clearly has an interest in the particulars of the settlement agreement between Immersion and Sony. To the extent the public also has an interest in the Immersion/Sony settlement, its only interest is in knowing that the settlement occurred and the general terms of the settlement. That public interest can—and has been—protected through the more general references to the settlement contained in Microsoft's Amended Complaint.

IV. CONCLUSION

For the foregoing reasons, Microsoft respectfully requests that the Court grant this motion to seal the original Complaint. The Amended Complaint can and should remain public record.

DATED this 25 day of June, 2007.

RIDDELL WILLIAMS P.S.

By 8. Mars-Dias

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